

No.: 58/TB-HĐQT

Khanh Hoa, July th30, 2025

**PERIODIC INFORMATION DISCLOSURE
OF FINANCIAL STATEMENTS**

To:

- State Securities Commission of Vietnam;
- Hanoi Stock Exchange

Pursuant to Clauses 3 and 4, Article 14 of Circular No. 96/2020/TT-BTC dated November 16, 2020, issued by the Ministry of Finance, providing guidance on information disclosure in the securities market, Khanh Hoa Water Supply and Sewerage Joint Stock Company hereby discloses information regarding the financial statements (FS) for the six-month period of 2025 to the Hanoi Stock Exchange as follows:

1. Organization details:

- Stock code: KHW
- Address: 58 Yersin Street, Tay Nha Trang Ward
- Contact phone: 0258.3828807 Fax: 0258.3810740
- Email: support@ctnkh.com.vn **Website:** <http://ctnkh.com.vn>

2. Details of Information Disclosure:

- Financial Statements for the six-month period of 2025
 - ☒ Separate financial statements (for listed companies without subsidiaries or accounting units under a superior accounting entity);

☐ Consolidated financial statements (for listed companies with subsidiaries);

☐ Combined financial statements (for listed companies with dependent accounting units under a separate accounting structure).

- Cases requiring explanation:

+ The auditing organization issues an opinion other than an unqualified opinion for the FS (for reviewed/audited FS):

☐ Yes

☒ No

Explanatory note required if applicable:

☐ Yes

☒ No



+ Post-tax profit for the reporting period differs by 5% or more before and after the audit, or shifts from loss to profit or vice versa (for audited FS for the six-month period of 2025):

☐ Yes

☒ No

Explanatory note required if applicable:

☐ Yes

☒ No

+ Post-tax profit in the income statement for the reporting period changes by 10% or more compared to the same period last year:

☐ Yes

☒ No

Explanatory note required if applicable:

☐ Yes

☒ No

+ Post-tax profit for the reporting period is a loss, shifting from profit in the same period last year to loss this year, or vice versa:

☐ Yes

☒ No

Explanatory note required if applicable:

☐ Yes

☒ No

This information has been published on the company's website on July 30th, 2025 at the following link: <http://ctnkh.com.vn/qhcd.aspx>

Attached documents:

- Financial Statements for the six-month period of 2025

Representative of the organization

Legal Representative



TỔNG GIÁM ĐỐC

Nguyễn Văn Đàm

**KHANH HOA WATER SUPPLY AND SEWERAGE
JOINT STOCK COMPANY**

REVIEWED INTERIM FINANCIAL STATEMENTS
For the six-month period ended 30 June 2025

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KHANH HOA WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY

Address: 58 Yersin, Tay Nha Trang Ward, Khanh Hoa Province, Vietnam

MANAGEMENT'S REPORT

Khanh Hoa Water Supply and Sewerage Joint Stock Company (hereinafter referred to as "the Company") hereby presents its report and the accompanying reviewed interim financial statements of the Company for the six-month period ended 30 June 2025.

Members of the Board of Directors, the Supervisory Committee, Management and Chief Accountant during the year and on the date of this report include:

Board of Directors

<u>Full name</u>	<u>Position</u>
Mr. Vu Van Binh	Chairman
Mr. Nguyen Van Dam	Member
Mr. Truong Khac Hoanh	Member
Mr. Nguyen Van Quan	Member
Mr. Nguyen Anh Tuan	Member

Supervisory Committee

<u>Full name</u>	<u>Position</u>
Mr. Hoang Long	Head
Ms. Nguyen Thi Thuy Ninh	Member
Mr. Quach Vinh Binh	Member

Management and Chief Accountant

<u>Full name</u>	<u>Position</u>
Mr. Nguyen Van Dam	General Director
Mr. Vu Van Binh	Deputy General Director
Mr. Nguyen Hong Son	Deputy General Director
Ms. Vo Thi Khanh Hoa	Deputy General Director
Mr. Nguyen Van Quan	Chief Accountant

LEGAL REPRESENTATIVE

The legal representative of the Company during the year and at the date of this report is Mr. Nguyen Van Dam, General Director.

RESPONSIBILITY OF MANAGEMENT

The Company's management is responsible for preparing the financial statements of each period which give a true and fair view of the financial position of the Company and the results of its operations and its cash flows. In preparing these interim financial statements, the management is required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgments and estimates that are reasonable and prudent;
- State whether applicable accounting principles have been followed, subject to any departures that need to be disclosed and explained in the interim financial statements;
- Prepare the interim financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business; and
- Design and implement the internal control system effectively for a fair preparation and presentation of the interim financial statements so as to mitigate error or fraud.

KHANH HOA WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY

Address: 58 Yersin, Tay Nha Trang Ward, Khanh Hoa Province, Vietnam

MANAGEMENT'S REPORT (CONTINUED)

Management is responsible for ensuring that proper accounting records are kept, which disclose, with reasonable accuracy at any time, the financial position of the Company and ensure that the interim financial statements comply with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to the preparation and presentation of the interim financial statements. The management is also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Management confirms that the Company has complied with the above requirements in preparing these interim financial statements.

AUDITOR

The accompanying interim financial statements were reviewed by ECOVIS AFA VIETNAM Auditing – Appraisal and Consulting Company Limited (Head office: No. 142 Xo Viet Nghe Tinh Street, Hoa Cuong Ward, Danang City, Vietnam; Telephone: (84) 0236.363.3333; Fax: (84) 0236.363.3338; Website: www.ecovis.com/vietnam/audit).

STATEMENT BY MANAGEMENT

In management's opinion, the accompanying interim financial statements give a true and fair view, in all material respects, of the interim financial position of the Company as at 30 June 2025 and the results of its operations and its cash flows for the financial year then ended in accordance with the Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to the preparation and presentation of the interim financial statements.

For and on behalf of management



Nguyen Van Dam
General Director

Khanh Hoa Province, 29 July 2025

No: 326/2025/BCSX-E.AFA

**REVIEW OF INTERIM FINANCIAL INFORMATION PERFORMED
BY THE INDEPENDENT AUDITOR OF THE ENTITY**

**To: Shareholders
Board of Directors and Management
KHANH HOA WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY**

We have reviewed the accompanying interim financial statements of Khanh Hoa Water Supply and Sewerage Joint Stock Company (hereinafter referred to as “the Company”) prepared on 29 July 2025 as set out from page 5 to page 42, which comprise the interim balance sheet as at 30 June 2025, and the interim income statement, and interim cash-flow statement for the six-month period then ended, and notes to the interim financial statements

Management's Responsibility

Management is responsible for the preparation and fair presentation of these interim financial statements in accordance with Vietnamese Accounting Standards, and Vietnamese Corporate Accounting System and relevant legislation as to the preparation and presentation of interim financial statements and for such internal control as Management determines is necessary to enable the preparation and presentation of the interim financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on these interim financial statements based on our review. We conducted our review in accordance with the Vietnamese Standards on Review Engagements 2410- Review of Interim Financial Information Performed by Independent Auditor of the Entity.

A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Vietnamese Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

**REVIEW OF INTERIM FINANCIAL INFORMATION PERFORMED
BY THE INDEPENDENT AUDITOR OF THE ENTITY (CONTINUED)**

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements do not give a true and fair view, in all material respects, of the interim financial position of the Company as at 30 June 2025, and of its interim financial performance and its interim cash flows for the six-month period then ended in accordance with Vietnamese Accounting Standards and Vietnamese Corporate Accounting System and relevant legislation as to the preparation and presentation of interim financial statements.



Trần Thị Nhu Phương

Audit Director

Audit Practice Registration Certificate

No. 2293-2023-240-1

Authorized person

ECOVIS AFA VIETNAM Auditing – Appraisal and Consulting Company Limited

Danang City, 29 July 2025

KHANH HOA WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY

Address: 58 Yersin, Tay Nha Trang Ward, Khanh Hoa Province, Vietnam

Form B 01 – DN(Issued under the Circular No. 200/2014/TT-BTC
dated 22 December 2014 by Ministry of Finance)**INTERIM BALANCE SHEET**

As at 30 June 2025

Unit: VND

ASSETS	Code	Notes	As at 30 Jun. 2025	As at 01 Jan. 2025
A. CURRENT ASSETS	100		217,631,806,508	175,736,397,336
I. Cash and cash equivalents	110	4.1	23,131,143,424	6,619,633,610
1. Cash	111		3,999,023,024	3,524,661,910
2. Cash equivalents	112		19,132,120,400	3,094,971,700
II. Current financial investments	120		114,769,502,166	99,878,796,849
1. Trading securities	121		-	-
2. Held to maturity investments	123	4.2	114,769,502,166	99,878,796,849
III. Current account receivables	130		55,371,130,914	45,618,441,215
1. Trade receivables	131	4.3	49,719,662,043	43,162,649,568
2. Advances to suppliers	132	4.4	2,286,563,067	366,202,000
3. Other current receivables	136	4.5	3,518,505,804	2,243,189,647
4. Provision for doubtful debts	137	4.6	(153,600,000)	(153,600,000)
IV. Inventories	140	4.7	24,360,030,004	23,619,525,662
1. Inventories	141		24,360,030,004	23,619,525,662
2. Provision for decline in value of inventories	149		-	-
B. NON-CURRENT ASSETS	200		428,285,299,233	438,235,660,176
I. Non-current account receivables	210		-	-
II. Fixed assets	220		393,305,592,116	407,013,504,692
1. Tangible fixed assets	221	4.8	380,717,695,177	394,100,162,362
Cost	222		1,309,820,030,814	1,279,146,218,043
Accumulated depreciation	223		(929,102,335,637)	(885,046,055,681)
2. Intangible fixed assets	227	4.9	12,587,896,939	12,913,342,330
Cost	228		28,911,289,400	28,754,389,400
Accumulated amortisation	229		(16,323,392,461)	(15,841,047,070)
III. Investment property	230		-	-
IV. Non-current assets in progress	240		7,475,388,497	1,932,114,073
1. Non-current work in process	241		-	-
2. Construction in progress	242	4.10	7,475,388,497	1,932,114,073
V. Non-current financial investments	250	4.2	24,000,000,000	24,000,000,000
1. Investments in associates, joint-ventures	252		24,000,000,000	24,000,000,000
2. Provision for non-current investments	254		-	-
VI. Other non-current assets	260		3,504,318,620	5,290,041,411
1. Non-current prepayments	261	4.11	3,504,318,620	5,290,041,411
2. Other non-current assets	268		-	-
TOTAL ASSETS (270 = 100 + 200)	270		645,917,105,741	613,972,057,512

KHANH HOA WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY

Address: 58 Yersin, Tay Nha Trang Ward, Khanh Hoa Province, Vietnam

Form B 01 – DN

(Issued under the Circular No. 200/2014/TT-BTC dated 22 December 2014 by Ministry of Finance)

INTERIM BALANCE SHEET (CONTINUED)

As at 30 June 2025

Unit: VND

RESOURCES	Code	Notes	As at 30 Jun. 2025	As at 01 Jan. 2025
C. LIABILITIES	300		223,138,325,964	217,156,670,772
I. Current liabilities	310		109,117,628,879	95,997,531,397
1. Trade payables	311	4.12	18,752,191,689	11,009,985,207
2. Advances from customers	312	4.13	2,120,137,000	1,836,810,000
3. Taxes and amounts payable to the state budget	313	4.14	12,373,180,625	12,950,593,284
4. Payables to employees	314	4.15	17,970,251,789	20,813,903,056
5. Accrued expenses	315	4.16	3,399,277,938	4,658,075,983
6. Other current payables	319	4.17	7,022,823,570	6,764,221,151
7. Current loans and obligations under finance leases	320	4.18	35,677,324,932	31,313,324,932
8. Bonus and welfare fund	322		11,802,441,336	6,650,617,784
II. Current liabilities	330		114,020,697,085	121,159,139,375
1. Other non-current payables	337	4.17	9,932,332,308	9,932,332,308
2. Non-current loans and obligations under finance leases	338	4.18	99,183,794,659	105,821,794,659
3. Scientific and technological development fund	343		4,904,570,118	5,405,012,408
D. OWNER'S EQUITY	400		422,778,779,777	396,815,386,740
I. Equity	410	4.19	422,778,779,777	396,815,386,740
1. Owner's contributed capital	411		285,999,960,000	285,999,960,000
Ordinary shares carrying voting rights	411a		285,999,960,000	285,999,960,000
Preference shares	411b		-	-
2. Share premiums	412		852,875,935	852,875,935
3. Investment and development fund	418		48,869,748,493	22,719,748,493
4. Retained earnings	421		87,056,195,349	87,242,802,312
Beginning accumulated retained earnings	421a		48,619,993,200	-
Ending accumulated retained earnings	421b		38,436,202,149	87,242,802,312
II. Other capital and funds	430		-	-
TOTAL RESOURCES (440 = 300 + 400)	440		645,917,105,741	613,972,057,512



Nguyen Van Dam
General Director

Khanh Hoa Province, 29 July 2025

Nguyen Van Quan
Chief Accountant

Tran Thi thu Ha
Preparer

KHANH HOA WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY

Address: 58 Yersin, Tay Nha Trang Ward, Khanh Hoa Province, Vietnam

Form B 02 – DN(Issued under the Circular No. 200/2014/TT-BTC
dated 22 December 2014 by Ministry of Finance)**INTERIM INCOME STATEMENT**

For the six-month period ended 30 June 2025

Unit: VND

ITEMS	Code	Notes	Current period	Previous period
1. Revenue	01	5.1	219,347,942,476	207,107,413,509
2. Deductions	02		462,963	6,616,963
3. Net revenue	10		219,347,479,513	207,100,796,546
4. Cost of sales	11	5.2	169,899,641,583	157,040,317,640
5. Gross profit	20		49,447,837,930	50,060,478,906
6. Financial income	21	5.3	2,246,846,848	1,552,228,457
7. Financial expense	22	5.4	3,002,665,269	2,319,209,059
<i>Of which, interest expense</i>	23		3,002,665,269	2,319,209,059
8. Selling expense	24	5.5	302,000,000	300,000,000
9. General and administration expense	25	5.6	6,235,724,602	4,837,613,961
10. Operating profit/(loss)	30		42,154,294,907	44,155,884,343
11. Other income	31	5.7	3,021,557,026	2,712,817,176
12. Other expense	32	5.8	2,301,450,456	2,408,894,718
13. Net other income/(loss)	40		720,106,570	303,922,458
14. Accounting profit/(loss) before tax	50		42,874,401,477	44,459,806,801
15. Current corporate income tax expense	51	5.10	4,438,199,328	4,983,281,033
16. Deferred corporate income tax expense	52		-	-
17. Net profit/(loss) after tax	60		38,436,202,149	39,476,525,768
18. Basic earnings per share	70	4.19.5	1,344	1,183
19. Diluted earnings per share	71	4.19.6	1,344	1,183



Nguyen Van Dam
General Director
Khanh Hoa Province, 29 July 2025

Nguyen Van Quan
Chief Accountant

Tran Thi thu Ha
Preparer

KHANH HOA WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY

Address: 58 Yersin, Tay Nha Trang Ward, Khanh Hoa Province, Vietnam

Form B 03 – DN(Issued under the Circular No. 200/2014/TT-BTC
dated 22 December 2014 by Ministry of Finance)**INTERIM CASH FLOW STATEMENT****(Indirect method)**

For the financial year ended 31 June 2025

Unit: VND

ITEMS	Code	Notes	Current period	Previous period
I. CASH FLOWS FROM OPERATING ACTIVITIES				
1. Net profit /(loss) before taxes	01		42,874,401,477	44,459,806,801
2. Adjustment for:				
Depreciation and amortisation	02		44,038,183,057	38,113,822,072
Gains/losses from investment	05		(2,246,846,848)	(1,552,228,457)
Interest expense	06		3,002,665,269	2,319,209,059
3. Operating profit /(loss) before adjustments to working capital	08		87,668,402,955	83,340,609,475
Increase or decrease in accounts receivable	09		(7,781,717,623)	(5,881,512,820)
Increase or decrease in inventories	10		(740,504,342)	(1,863,646,938)
Increase or decrease in accounts payable (excluding interest expense and CIT payable)	11		3,906,441,954	2,648,865,376
Increase or decrease prepaid expenses	12		1,785,722,791	973,896,113
Interest paid	14		(2,743,032,621)	(3,033,938,061)
Corporate income tax paid	15		(5,000,000,000)	(3,900,000,000)
Other cash outflows from operating activities	17		(7,320,985,560)	(5,791,861,910)
Net cash from operating activities	20		69,774,327,554	66,492,411,235
II. CASH FLOWS FROM INVESTING ACTIVITIES				
1. Acquisition and construction of fixed assets and other long-term assets	21		(36,373,987,195)	(57,876,369,056)
2. Loans to other entities and payments for purchase of debt instruments of other entities	23		(110,539,219,452)	(80,191,002,806)
3. Repayments from borrowers and proceeds from sales of debts instruments of other entities	24		95,648,514,135	88,590,502,456
4. Interest and dividends received	27		275,874,772	1,246,618,774
Net cash from investing activities	30		(50,988,817,740)	(48,230,250,632)
III. CASH FLOWS FROM FINANCING ACTIVITIES				
1. Proceeds from borrowings	33	6.1	13,222,000,000	27,224,000,000
2. Repayment of borrowings	34	6.2	(15,496,000,000)	(17,301,080,978)
Net cash from financing activities	40		(2,274,000,000)	9,922,919,022
NET INCREASE/(DECREASE) IN CASH	50		16,511,509,814	28,185,079,625
Cash and cash equivalents at beginning of year	60		6,619,633,610	5,911,948,981
Impact of exchange rate fluctuation	61		-	-
CASH AND CASH EQUIVALENTS AT END OF YEAR	70		23,131,143,424	34,097,028,606



Nguyen Van Dam
General Director
Khanh Hoa Province, 29 July 2025

Nguyen Van Quan
Chief Accountant

Tran Thi thu Ha
Preparer

NOTES TO THE INTERIM FINANCIAL STATEMENTS

1. CORPORATE INFORMATION

1.1. Structure of ownership

Khanh Hoa Water Supply and Sewerage Joint Stock Company (hereinafter referred to as "the Company"), formerly Khanh Hoa Water Supply and Sewerage One Member Limited Liability Company, was established through the conversion of the state-owned enterprise Khanh Hoa Water Supply Company under Decision No. 1639/QĐ-UBND dated 24 June 2010, issued by the People's Committee of Khanh Hoa Province. The People's Committee of Khanh Hoa Province issued Decision No. 2171/QĐ-UBND dated 03 September 2013, and Decision No. 3057/QĐ-UBND dated 02 December 2013, approving the plan for conversion of Khanh Hoa Water Supply and Sewerage One Member Limited Liability Company into a joint stock company. The Company operates under Business Registration Certificate No. 4200238007 dated 23 September 2010, granted by the Department of Planning and Investment of Khanh Hoa Province and other amended certificates thereafter with the latest one dated 01 November 2022.

Currently, the Company's shares are registered for trading on the Unlisted Public Company Market (UPCOM) at the Hanoi Stock Exchange (HNX) under the ticker symbol KHW.

The charter capital as stipulated in the Business Registration Certificate is VND 285,999,960,000.

The Company's registered head office is at No. 58 Yersin, Phuong Sai Ward, Nha Trang City, Khanh Hoa Province, Vietnam.

The number of employees as at 30 June 2025 was 329 (31 December 2024: 329).

1.2. Business field

Manufacturing and services.

1.3. Operating industry and principal activities

Under the Business Registration Certificate, the Company's business activities comprise:

- Water collection, treatment, and supply. Details: Clean water collection, treatment and supply.
- Plumbing, heat and air-conditioning installation.
- Construction of water supply and drainage works.
- Water drainage and wastewater treatment.

1.4. Normal operating cycle

The Company's normal operating cycle is carried out for a time period of 12 months.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)**1.5. The Company's structure**

As at 30 June 2025, the Company's associates were as follows:

Name	Address	Voting Rights	Percent Capital	Percent Interest
Associate:				
Suoi Dau Water Supply and Sewerage Construction Investment Joint Stock Company	58 Yersin, Tay Nha Trang Ward, Khanh Hoa Province, Vietnam	30%	30%	30%

As at 30 June 2025, the Company's dependent units were as follows:

Unit name	Address
Xuan Phong Water Plant	Tay Nha Trang Ward, Khanh Hoa Province
Vo Canh Water Plant	Tay Nha Trang Ward, Khanh Hoa Province
Khanh Son Water Plant	Khanh Son Commune, Khanh Hoa Province
Khanh Hoa Water Supply and Sewerage Construction Enterprise	1B Le Hong Phong, Nha Trang Ward, Khanh Hoa Province

2. BASIS OF PREPARATION**2.1. Accounting standards, accounting system**

The accompanying interim financial statements, expressed in Vietnamese Dong (VND), are prepared in accordance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and prevailing accounting regulations in Vietnam.

The accompanying interim financial statements are not intended to present the financial position, results of operations and cash flows in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than Vietnam.

2.2. Forms of accounting records

The form of accounting records applied in the Company is the General Journal.

2.3. Accounting period

The Company's financial year is from 01 January to 31 December.

These interim financial statements are prepared for the six-month period ended on 30 June 2025.

2.4. Reporting and functional currency

The Company maintains its accounting records in VND.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

3. SIGNIFICANT ACCOUNTING POLICIES

3.1. Use of estimates

The preparation of the interim financial statements requires management to make estimates and assumptions that impact the carrying value of certain assets and liabilities, contingent assets and liabilities reported in the notes as well as revenues and expenses in the interim financial statements for the financial year ended 30 June 2025. Although these estimates are based on management's best knowledge of all relevant information available at the date when the interim financial statements are prepared, this does not prevent actual figures differing from estimates.

3.2. Cash and cash equivalents

Cash and cash equivalents comprise cash in hand, cash at bank, cash in transit and current investments for a period not exceeding 3 months or highly liquid investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

3.3. Financial Investments

Held to maturity investments

Held to maturity investments comprise held to maturity investments to earn periodical profits and other held to maturity investments.

If there is any certain evidence that part or all the investments are irrecoverable, impairment losses are recognised as a finance expense in the current year.

Equity investments in other entities

Investments in associates

Investments are classified as investments in associates when the Company directly or indirectly holds from 20% to under 50% of the voting shares of the investee without any other agreement.

Investments in associates are accounted for under the equity method. Under the equity method, on initial recognition the investment in an associate is recognised at cost. In case of investments of non-monetary assets, the cost of investments is recognised at the fair values of the assets as incurred.

Dividends for the period after the acquisition date are recognised as finance income when the shareholder's right to receive payment is established.

Recognition principles of provision for investment impairment loss

Provision for investment impairment loss is made when there is any certain evidence that there will be an impairment in the value of these investments at the reporting date.

The difference between the required balance and the existing balance of provision for investment impairment loss is recognised as financial expenses in the interim income statement.

3.4. Account receivables

Recognition method

Account receivables are stated at the carrying amounts of trade receivables and other receivables less provisions for doubtful debts.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

Provision for doubtful debts

As of the date of preparing the interim financial statements, provision for doubtful debt is recognised for past-due accounts receivable and for accounts receivable where circumstances indicate that they might not be recoverable when due at the level as guided in prevailing regulations. The determination of the overdue period of a doubtful receivable to be provisioned is based on the principal repayment period according to the original sale contract, excluding the debt extension between the parties.

The difference between the required balance and the existing balance of provision for doubtful debts is recorded as a general and administrative expense in the interim income statement.

3.5. Inventories

Inventory measurement

Inventories are measured at the lower of cost and net realisable value.

The costs of inventories shall comprise all costs of purchase, costs of conversion, and other costs incurred in bringing inventories to their present location and condition. The cost of work in progress and finished goods includes materials, direct labour and attributable production overheads based on normal levels of activity.

The costs of purchase of inventories comprise the purchase price, non-reimbursable taxes and duties, and transport, handling and other costs directly attributable to the acquisition of inventories. Trade discounts and sales rebates on substandard and obsolete goods purchased are deducted from the costs of purchase.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

Method of accounting for inventories

Inventories are measured using the weighted average method and are recorded under the perpetual inventory method

Provision for decline in value of inventories

As of the date of preparing the interim financial statements, provision is recognised for obsolete, slow-moving and defective inventory items and an excess of the cost of inventories over their net realisable value.

The difference between the required balance and the existing balance of the provision for a decline in value of inventories is included in cost of sales in the interim income statement.

Inventories are written down to net realizable value item by item. For services being rendered, provision is made in respect of each service for which a separate selling price is charged.

3.6. Tangible fixed assets

Tangible fixed assets are measured at cost less accumulated depreciation.

Tangible fixed asset recognition

Tangible fixed assets are initially recognised at their cost. The cost of purchased tangible fixed assets comprises the purchase price and any directly attributable costs of bringing the assets to their present location and working condition for their intended use. Accessories added to fixed assets when purchased are recognised separately at their fair values and deducted from the historical cost of the respective tangible fixed assets.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

The costs of tangible fixed assets constructed by contractors are the finalised costs of the construction, other directly related expenses and the registration fee (if any).

Depreciation and amortisation

The costs of fixed assets are depreciated on a straight-line method over their estimated useful lives.

The estimated useful lives are as follows:

	<u>Year 2025</u>
▪ Buildings, structures	05 – 25 years
▪ Machinery and equipment	03 – 08 years
▪ Motor vehicles	06 – 16 years
▪ Office equipment	03 – 25 years

3.7. Intangible fixed assets

Intangible fixed assets are measured at cost less accumulated amortisation.

Intangible fixed asset recognition

The cost of an intangible fixed asset comprises the total amount of expense incurred by the Company to acquire an asset at the time the asset is put into operation for its intended use.

Accounting principles for intangible fixed assets***Land use rights***

Land use rights are presented at historical cost less accumulated amortization. The value represents the land use rights for the area located at 58 Yersin Street, Phuong Phuong Sai, Nha Trang City, Khanh Hoa Province, Vietnam, as per Land Use Right Certificate No. AP 389613 dated 24 August 2009, corresponding to Plot No. 189, Map Sheet No. 11, with a land use term until 16 January 2039. Additionally, the land use rights include the area in Vo Canh Hamlet, Vinh Trung Commune, Nha Trang City, Khanh Hoa Province, as per Land Use Right Certificate No. BH 898789 dated 25 July 2013, corresponding to Plot No. 110, Map Sheet No. 23, with a land use term until 15 September 2049. Land use rights are amortized using the straight-line method based on the land use period.

Computer software

Computer software is not an indispensable component of hardware and is recognised as an intangible asset and depreciated over its useful life.

	<u>Year 2025</u>
▪ Computer software	03 years

3.8. Construction in progress

Properties in the course of construction for production, rental or administrative purposes, or for purposes not yet determined, are carried at cost. Cost includes necessary fees to acquire assets including related construction fees, equipment, other fees and interest expense in accordance with the Company's accounting policy.

These expenses are temporarily measured as the original cost when the assets are put into use if the cost has yet to be approved.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

Under the current regulations on investment and construction management, subject to management decentralisation, construction finalisation value shall be approved by competent agencies. The final construction finalisation value could be different from the aforementioned original cost subject to the finalisation approved by competent agencies.

3.9. Prepayments

Prepayments are classified as current and non-current based on their original term. Prepayments mainly comprise costs of tools and supplies, insurance expenses, repair expenses, which are amortised over the period for which they are paid or the period in which economic benefits are generated in relation to these expenses.

The following expenses are recognised as prepayments and amortised to the interim income statement:

- Tools and supplies are amortised to the interim income statement over 18 months to 3 years;
- One-time major fixed asset repair costs incurred by the Company, which are significant in value, are not provisioned in advance. Instead, these costs are gradually allocated to the operating results over time.

3.10. Liabilities

Liabilities are classified into trade payables, intra-company payables and other payables based on the following rules: Trade payables represent those arising from purchase and sale related transactions of goods, services or assets and the seller is independent of the buyer; intra-company payables represent those between the entity and its dependent accounting units having no legal status; the remaining payables are classified as other payables.

Liabilities are also classified according to the maturity date, the remaining term from the date of the interim financial statements, original currency, and each creditor.

Liabilities are recognised at no less than the payment obligation.

3.11. Accrued expenses

Accrued expenses represent expenses that will be paid in the future for goods or services received but not yet paid due to lack of invoices or accounting documents. These expenses are recognised as operating expenses of the reporting year.

The accrued expenses of the Company comprise accruals of interest expense. The interest expense is determined on an accrual basis by reference to remaining days of loan and at the interest rate applicable.

3.12. Borrowing costs

Capitalisation of borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, that necessarily take a substantial period of time to get ready for their intended use or sale, are capitalised as part of the cost of those assets until the assets are put into use or sale.

All other borrowing costs are recognised as an expense in the interim income statement when incurred.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

3.13. Scientific and technological development fund

Scientific and Technological Development Fund is established to provide investment resources for the Company's scientific and technological activities. The fund is formed by allocating up to 10% of taxable income before corporate income tax and is recognized in the operating results of the year. If 70% of the Scientific and Technological Development Fund is not utilized within five years from the date of allocation, the Company is obligated to pay corporate income tax on the remaining amount and any late payment interest arising from that tax.

3.14. Owners' equity

The owners' contributed equity

The owners' contributed equity is recognised when contributed.

Share premiums

Share premiums are recognised as the difference between the issue price and the par value of shares, and the difference between the re-purchase price and the re-issue price of treasury shares.

Dividends

Dividends are recognised as a liability at the date of declaring dividends.

Retained earnings

Net profit after income tax can be distributed to shareholders after the distribution is approved the General annual meeting of shareholders and reserves are created in accordance with the Company's Charter and legal regulations in Vietnam.

3.15. Revenue and other income

Revenue from selling goods

Revenue from selling goods is measured at the fair value of the consideration received or receivable. In most cases, revenue is recognised when transferring the risks and rewards of ownership to the buyer.

Revenue from construction contracts

Revenue from construction contracts is recognised in accordance with the accounting policy on construction contracts as Note 3.16 below.

Interest income

Interest income is recognised on an accrual basis by reference to the principal outstanding and at the interest rate applicable.

3.16. Construction contracts

Where the outcome of a construction contract can be estimated reliably, revenue and costs are recognised by reference to the stage of completion of the contract activity at the date of the interim balance sheet as measured by the proportion that contract costs incurred for work performed to date bear to the estimated total contract costs - except where this would not be representative of the stage of completion. Variations in contract work, claims and incentive payments are included to the extent that they have been agreed with the customer.

Where the outcome of a construction contract cannot be estimated reliably:

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

- Revenue is only recognised to the extent of contract costs incurred that it is probable will be recoverable;
- Contract costs are only recognised as an expense in the period in which they are incurred.

3.17. Cost of sales

Cost of sales and services provided represents total costs of construction products, services which are sold in the year in accordance with the matching principle. Abnormal amounts of production costs of inventories are recognised immediately in cost of sales.

3.18. Finance expense

Finance expenses represent all expenses incurred in the reporting year which mainly include borrowing costs.

3.19. Selling expense and general and administrative expense

Selling expenses represent expenses incurred during the process of selling products, which include expenses relating to electronic invoicing services.

General and administrative expenses represent common expenses, which include payroll costs for office employees (salaries, wages, allowances, etc.); social insurance, health insurance, trade union fees and unemployment insurance; stationery expenses, material expenses, depreciation expenses of fixed assets used for administration activities; land rental, license tax; utility services (electricity expenses, water expenses, phone, fax, warranty expenses, etc.); sundry expenses (entertainment, customer conference, etc.).

3.20. Taxation

Corporate income tax

Current corporate income tax expense:

Current corporate tax expense is determined on the basis of taxable income and the rate of corporate income tax (CIT) of the current year as follow:

- Water production and supply activities: 10%;
- Other services: 20%.

Value added tax

The value-added tax applied to goods and services provided by the Company is as follows:

- Water production and supply activities: 5%
- Other services: 10%, with a reduced VAT rate of 8% applied to goods and services from 01 January 2025, to 30 June 2025, in accordance with Decree 180/2024/ND-CP dated 31 December 2024 issued by the Government.

Other taxes

Other taxes are applicable in accordance with the prevailing tax laws in Vietnam.

The tax reports of the Company will be inspected by the Tax Department. Application of the laws and regulations on tax to different transactions can be interpreted by many ways; therefore, the tax amounts presented in the interim financial statements can be amended in accordance with the Tax Department's final assessment for the Company.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)**3.21. Earnings per share**

Basic earnings per share are calculated by dividing the net profit attributable to ordinary shareholders (after adjusted for bonus and welfare funds), by the weighted average number of ordinary shares outstanding during the year, excluding ordinary shares bought back by the Company and held as treasury shares.

3.22. Diluted earnings per share

Diluted earnings per share are calculated by dividing the net profit attributable to ordinary shareholders (after adjusted for bonus and welfare funds), by the weighted average number of ordinary shares outstanding during the year and total ordinary shares that would be issued on the conversion, excluding ordinary shares bought back by the Company and held as treasury shares.

3.23. Segment reporting

A segment is a distinguishable component of the Company that is engaged either in producing or providing related products or services (business segment), or in producing or providing products or services within a particular economic environment (geographical segment), which is subject to risks and rewards that are different from those of other segments.

Reference to Note 7 below.

3.24. Related parties

Related parties are individuals or entities that have the ability, directly or indirectly through one or more intermediaries, to control the Company or are controlled by, or are subject to common control with the Company. Associates, individuals owning, directly or indirectly, an interest in the voting power of the Company that gives them significant influence over the Company, key management personnel, including directors and officers of the Company and close family members or associates of such individuals are also considered to be related parties.

4. ADDITIONAL INFORMATION FOR ITEMS SHOWN IN THE INTERIM BALANCE SHEET**4.1. Cash and cash equivalents**

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Cash in hand	2,599,381	740,643
Cast at banks	3,996,423,643	3,523,921,267
Cash equivalents (Less than 3 months)	19,132,120,400	3,094,971,700
Total	23,131,143,424	6,619,633,610

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

4.2. Financial investments

Held to maturity investments are analysed as follows:

	As at 30 Jun. 2025		As at 01 Jan. 2025	
	VND		VND	
	Cost	Carrying amount	Cost	Carrying amount
Current:				
Term Deposits	114,769,502,166	114,769,502,166	99,878,796,849	99,878,796,849
Total	114,769,502,166	114,769,502,166	99,878,796,849	99,878,796,849

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

Other investments are detailed as follows:

	As at 30 Jun. 2025			As at 01 Jan. 2025		
	VND			VND		
	Cost	Fair value	Provision	Cost	Fair value	Provision
Investments in joint ventures and associates:						
Suoi Dau Water Supply and Sewerage Construction Investment Joint Stock	24,000,000,000	-		24,000,000,000	-	
Total	24,000,000,000	-		24,000,000,000	-	

	Current period	Previous period
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Performance of the associate during the year:

Suoi Dau Water Supply and Sewerage Construction Investment Joint Stock Company

Profitable business operations Profitable business operations

The primary transactions between the Company and the associate during the year are presented in Note 8.

As of the reporting date, the Company has not determined the fair value of these investments for disclosure in the interim financial statements due to the absence of a market quotation and the lack of guidance under Vietnamese Accounting Standards and the Vietnamese Enterprise Accounting System on fair value measurement using valuation techniques. The fair value of these investments may differ from their carrying amount.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

4.3. Current trade receivables

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Receivables from water supply activities	49,682,616,043	41,617,327,926
Nha Trang City Public Service Management Board	-	1,482,585,642
Others	37,046,000	62,736,000
Total	49,719,662,043	43,162,649,568

4.4. Current advances to suppliers

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Saigon Water Technology Joint Stock Company	375,027,510	-
VTH Group Co., Ltd	327,216,000	-
Sao Kim International Investment Joint Stock Company	261,175,000	-
European Water Technology Company Limited (One Member Limited Liability Company)	254,615,817	-
TMT Trading & Construction Co., Ltd.	-	209,602,000
Others	1,068,528,740	156,600,000
Total	2,286,563,067	366,202,000

4.5. Other current receivables

	As at 30 Jun. 2025 VND		As at 01 Jan. 2025 VND	
	Value	Provision	Value	Provision
Accrued interest	1,186,681,215	-	877,503,728	-
Subsidized loan interest	2,243,824,589		582,030,000	
Deposits, mortgages, Collateral	20,000,000	-	20,000,000	-
Advances	68,000,000	-	64,000,000	-
Others	-	-	699,655,919	-
Total	3,518,505,804	-	2,243,189,647	-

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

4.6. Doubtful debts

	As at 30 Jun. 2025		As at 01 Jan. 2025	
	VND		VND	
	Cost	Recoverable amount	Cost	Recoverable amount
Overdue current trade receivables with low recoverability	153,600,000	-	153,600,000	-
Total	153,600,000	-	153,600,000	-

Management assessed the ability to recover the overdue receivables as low because these receivables have been outstanding for a long time and have not yet been collected.

Overdue trade receivables and overdue amounts loaned are analysed by debtor as follows:

	As at 30 Jun. 2025			As at 01 Jan. 2025		
	VND			VND		
	Cost	Recoverable amount	Overdue days	Cost	Recoverable amount	Overdue days
Joint Stock Company 504	100,000,000	-	Over 3 years	100,000,000	-	Over 3 years
CATSOFT Joint Stock Company	53,600,000	-	Over 3 years	53,600,000	-	Over 3 years
Total	153,600,000	-		153,600,000	-	

4.7. Inventories

	As at 30 Jun. 2025		As at 01 Jan. 2025	
	VND		VND	
	Value	Provision	Value	Provision
Raw Materials	22,982,898,659	-	22,529,448,390	-
Tools and Supplies	52,904,562	-	59,404,562	-
Work in progress	1,324,226,783	-	1,030,672,710	-
Total	24,360,030,004	-	23,619,525,662	-

There is no slow moving and obsolescent inventory at the period-end.

There is no inventory pledged as security for liabilities at the period-end.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

4.8. Tangible fixed assets

Items	Buildings, structures VND	Machinery and equipment VND	Motor vehicles VND	Office equipment VND	Total VND
Cost:					
As at 01 Jan. 2025	92,751,833,963	318,477,277,649	865,190,814,563	2,726,291,868	1,279,146,218,043
Purchase	-	87,769,000	1,149,000,000	-	1,236,769,000
Self-construction	1,176,096,296	2,469,727,237	25,185,550,629	605,669,609	29,437,043,771
As at 30 Jun. 2025	93,927,930,259	321,034,773,886	891,525,365,192	3,331,961,477	1,309,820,030,814
Accumulated depreciation:					
As at 01 Jan. 2025	74,754,930,682	258,581,269,678	549,226,900,769	2,482,954,552	885,046,055,681
Depreciation	1,712,892,768	10,100,725,596	32,017,629,684	225,031,908	44,056,279,956
As at 30 Jun. 2025	76,467,823,450	268,681,995,274	581,244,530,453	2,707,986,460	929,102,335,637
Net book value:					
As at 01 Jan. 2025	17,996,903,281	59,896,007,971	315,963,913,794	243,337,316	394,100,162,362
As at 30 Jun. 2025	17,460,106,809	52,352,778,612	310,280,834,739	623,975,017	380,717,695,177

The amount of period-end net book value of tangible fixed assets totalling VND 61,673,856,331 was pledged/mortgaged as loan security,

The historical cost of tangible fixed assets fully depreciated but still in use totalled VND 612,301,252,841.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

4.9. Intangible fixed assets

Items	Land use rights VND	Computer software VND	Total VND
Cost:			
As at 01 Jan. 2025	24,636,685,000	4,117,704,400	28,754,389,400
Purchase	-	156,900,000	156,900,000
As at 30 Jun. 2025	24,636,685,000	4,274,604,400	28,911,289,400
Accumulated depreciation:			
As at 01 Jan. 2025	11,829,544,546	4,011,502,524	15,841,047,070
Depreciation	443,864,388	38,481,003	482,345,391
As at 30 Jun. 2025	12,273,408,934	4,049,983,527	16,323,392,461
Net book value:			
As at 01 Jan. 2025	12,807,140,454	106,201,876	12,913,342,330
As at 30 Jun. 2025	12,363,276,066	224,620,873	12,587,896,939

The amount of period-end net book value of tangible fixed assets totalling VND 12,363,276,066 was pledged/mortgaged as loan security.

The historical cost of tangible fixed assets fully depreciated but still in use totalled VND 3,935,674,400.

4.10. Construction in progress

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Investment in repair and replacement of DN300 and DN100 pipelines – Tran Quy Cap Street, Lac Long Quan Street, National Highway 1 (from PBC to Lung Bridge) – Dien Thanh – DK	2,083,026,706	-
Investment in clean water supply system for Song Cau Commune – Khanh Vinh – Khanh Hoa.	1,448,717,331	-
Investment in DN300, DN50 water supply pipeline – Tran Quy Cap Street, Ha Huy Tap Street (from PBC intersection to Dong Khoi)	1,206,094,519	-
Other Water Supply Pipeline Projects	2,737,549,941	1,932,114,073
Total	7,475,388,497	1,932,114,073

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

4.11. Current accrued expenses

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Tools and supplies pending amortisation	386,454,395	892,429,882
Repairing expenses and other expenses	3,117,864,225	4,397,611,529
Total	3,504,318,620	5,290,041,411

4.12. Current trade payables

	As at 30 Jun. 2025 VND		As at 01 Jan. 2025 VND	
	Value	Payable value	Value	Payable value
Suoi Dau Water Supply and Sewerage Construction Investment Joint Stock Company	5,181,592,500	5,181,592,500	4,902,345,000	4,902,345,000
DNP Holding Joint Stock Company	6,107,483,569	6,107,483,569	-	-
EMIC Electrical Measuring Instrument Joint Stock Company	2,962,386,000	2,962,386,000	-	-
Son Thanh Water Supply and Sewerage Investment Construction Joint Stock Company	1,469,789,000	1,469,789,000	1,381,964,850	1,381,964,850
Construction Joint Stock Company	-	-	2,611,974,777	2,611,974,777
Others	3,030,940,620	3,030,940,620	2,113,700,580	2,113,700,580
Total	18,752,191,689	18,752,191,689	11,009,985,207	11,009,985,207
Trade payables to related parties – Refer to Note 8	5,181,592,500	5,181,592,500	4,902,345,000	4,902,345,000

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

4.13. Current advances from customers

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Khanh Hoa Provincial Land Fund Development Center	1,261,098,000	1,261,098,000
Marina Hotel Joint Stock Company	319,767,000	319,767,000
Others	539,272,000	255,945,000
Total	2,120,137,000	1,836,810,000

4.14. Tax and amounts payable to the State budget

	As at 30 Jun. 2025 VND	Movements in the period VND	As at 01 Jan. 2025 VND
	Payable	Payable Paid/Deducted	Payable
Value added tax	1,365,031,377	14,801,463,644	14,647,181,300
VAT: Business Activities	708,425,449	11,150,972,526	11,083,353,496
VAT: Drainage Services	656,605,928	3,650,491,118	3,563,827,804
Corporate income tax	2,046,164,085	4,438,199,328	5,000,000,000
Personal income tax	196,686,000	2,087,240,300	3,396,771,800
National resources tax	161,373,720	915,142,840	900,204,160
Land tax, land rental	-	111,753,190	111,753,190
Business License Tax	-	4,000,000	4,000,000
Others	8,603,925,443	45,790,428,476	44,665,729,987
Total	12,373,180,625	68,148,227,778	68,725,640,437
			12,950,593,284

4.15. Payables to employees

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Salary	17,970,251,789	20,813,903,056
Total	17,970,251,789	20,813,903,056

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

4.16. Accrued expenses

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Environmental protection fee support costs for domestic wastewater	419,406,000	364,013,000
Loan interest	259,632,648	-
Others	2,720,239,290	4,294,062,983
Total	3,399,277,938	4,658,075,983

4.17. Other payables

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Current:		
Trade union expenditure, social insurance	166,595,763	149,777,446
Deposits received	4,718,285,193	4,518,285,193
Khanh Hoa Provincial People's Committee	1,658,934,000	1,658,934,000
Others	479,008,614	437,224,512
Total	7,022,823,570	6,764,221,151
Non-current:		
Khanh Hoa Provincial People's Committee	9,932,332,308	9,932,332,308
Total	9,932,332,308	9,932,332,308
Other payables to related parties – Refer to Note 8	11,591,266,308	11,591,266,308

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

4.18. Loans and finance lease liabilities

Loans and finance lease liabilities are analysed as follows:

	As at 30 Jun. 2025		Movements in the period		As at 01 Jan. 2025	
	Value	Payable value	Increase	Decrease	Value	Payable value
VND						
Current portion of long-term borrowings:						
Khanh Hoa Development Investment Fund (1)	29,580,000,000	29,580,000,000	17,860,000,000	13,496,000,000	25,216,000,000	25,216,000,000
Khanh Hoa Provincial Budget (2)	6,097,324,932	6,097,324,932	2,000,000,000	2,000,000,000	6,097,324,932	6,097,324,932
Total	35,677,324,932	35,677,324,932	19,860,000,000	15,496,000,000	31,313,324,932	31,313,324,932
Long-term borrowings:						
Khanh Hoa Development Investment Fund (1)	88,989,146,000	88,989,146,000	13,222,000,000	17,860,000,000	93,627,146,000	93,627,146,000
Khanh Hoa Provincial Budget (2)	10,194,648,659	10,194,648,659	-	2,000,000,000	12,194,648,659	12,194,648,659
Total	99,183,794,659	99,183,794,659	13,222,000,000	19,860,000,000	105,821,794,659	105,821,794,659
Overall total	134,861,119,591	134,861,119,591	33,082,000,000	35,356,000,000	137,135,119,591	137,135,119,591

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

(1) Long-term loans from Khanh Hoa Development Investment Fund under the following credit agreements:

- Credit Agreement No. 09/2017/HĐTD - ĐTPT dated 27 December 2017, with a credit limit of VND 41,150,000,000; loan term of 126 months from the first disbursement date, repayment term of 120 months from the end of the grace period; lending interest rate of 8.29% per annum. Purpose of the loan: Renovation and upgrade of the DN700 water supply pipeline on 23/10 Street, from Vo Canh Water Plant to Cau Dua - Nha Trang. The loan is secured by assets formed from the loan capital.
- Credit Agreement No. 03/2019/HĐTD - ĐTPT dated 22 May 2019, with a credit limit of VND 11,700,000,000; loan term of 141 months from the first disbursement date, repayment term of 139 months from the end of the grace period; lending interest rate of 8.29% per annum. Purpose of the loan: Renovation of the water treatment plant in To Hap Town. The loan is secured by the Land Use Rights for land parcel No. 189 at 58 Yersin Street, Phuong Sai Ward, Nha Trang City, Khanh Hoa Province, and assets formed from the loan capital.
- Credit Agreement No. 17/2020/HĐTD - ĐTPT dated 09 December 2020, with a credit limit of VND 43,290,000,000; loan term of 136 months from the first disbursement date, repayment term of 132 months from the end of the grace period; lending interest rate of 8.29% per annum. Purpose of the loan: "Renovation and upgrade of the DN700 water supply pipeline on 23/10 Street, from Ma Vong to Cau Dua - Nha Trang." The loan is secured by assets formed from the loan capital.
- Credit Agreement No. 12/2022/HĐTD - ĐTPT dated 06 July 2022, with a credit limit of VND 3,780,000,000; loan term of 74 months from the first disbursement date, repayment term of 72 months from the end of the grace period; lending interest rate of 7.9% per annum. Purpose of the loan: "Repair and restoration of the Ha Ra Bridge (National Highway 1A) water supply pipeline." The loan is secured by assets formed from the loan capital.
- Credit Agreement No. 01/2023/HĐTD - ĐTPT dated 07 April 2023, and Appendix No. 01 dated 22 June 2023, with a credit limit of VND 5,769,000,000; loan term of 75 months from the first disbursement date (25 April 2023), grace period of 3 months, repayment term of 72 months from the end of the grace period; lending interest rate of 7.9% per annum. Purpose of the loan: "Investment in upgrading the remaining four filtration tanks of Treatment Cluster A (as part of the investment project for upgrading Vo Canh Water Plant - Phase 2)." The loan is unsecured.
- Credit Agreement No. 02/2023/HĐTD - ĐTPT dated 27 June 2023, with a credit limit of VND 4,655,000,000; loan term of 73 months from the first disbursement date (30 June 2023), grace period of 1 month, repayment term of 72 months from the end of the grace period; lending interest rate of 7.9% per annum. Purpose of the loan: "Investment in replacing the old PVC DN150, 100 water supply pipelines with HDPE DN150, 100 pipelines on Le Hong Phong Street (from Ma Vong to Phuoc Long)." The loan is secured by assets formed from the loan capital.
- Credit Agreement No. 03/2023/HĐTD - ĐTPT dated 27 June 2023, with a credit limit of VND 3,583,000,000; loan term of 62 months from the first disbursement date of 13 September 2023; grace period of 1 month; repayment period of 61 months from the end of the grace period; loan interest rate of 7.9% per annum. Purpose of the loan: "Investment in replacing the old PVC pipeline DN100, 50 with HDPE pipeline DN100, 50 - Hon Ro 1 Residential Area (from Binh Tan Bridge intersection to Hon Ro Market)." The loan is secured by assets formed from the loan.
- Credit Agreement No. 04/2023/HĐTD - ĐTPT dated 27 June 2023, with a credit limit of VND 2,236,000,000; loan term of 70 months from the first disbursement date of 19 September 2023; grace period of 1 month; repayment period of 69 months from the end of the grace period; loan interest rate of 7.9% per annum. Purpose of the loan: "Investment in replacing the old PVC pipeline DN150, 100, 50 with HDPE pipeline DN200, 100 - Da Tuong Street (from Truong Sa intersection to Tran Phu intersection)." The loan is secured by assets formed from the loan.
- Credit Agreement No. 05/2023/HĐTD - ĐTPT dated 27 June 2023, with a credit limit of VND 6,320,000,000; loan term of 73 months from the first disbursement date of 30 June 2023; grace

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

period of 1 month; repayment period of 72 months from the end of the grace period; loan interest rate of 7.9% per annum. Purpose of the loan: "Investment in replacing the old PVC pipeline DN200, 150, 100, 50 with HDPE pipeline DN300, 150, 100, 50 - 2/4 Street (from Nguyen Xien Street to Tran Quy Cap Street)." The loan is secured by assets formed from the loan.

- Credit Agreement No. 08/2023/HĐTD - ĐTPT dated 21 September 2023, with a credit limit of VND 4,390,000,000; loan term of 69 months from the first disbursement date of 05 October 2023; grace period of 1 month; repayment period of 68 months from the end of the grace period; loan interest rate of 7.9% per annum. Purpose of the loan: "Investment in HDPE pipeline DN300, 50 on Nguyen Luong Bang Street (from Vinh Phuong Bridge to National Highway 1 intersection)." The loan is secured by assets formed from the loan.
- Credit Agreement No. 19/2023/HĐTD - ĐTPT dated 20 November 2023, with a credit limit of VND 5,689,000,000; loan term of 67 months from the first disbursement date of 19 September 2023; grace period of 1 month; repayment period of 66 months from the end of the grace period; loan interest rate of 7.9% per annum. Purpose of the loan: "Investment in replacing the old PVC pipeline DN150, 100, 50 with HDPE pipeline DN200, 100 – Da Tuong Street (from Truong Sa intersection to Tran Phu Street intersection)." The loan is secured by assets formed from the loan.
- Credit Agreement No. 20/2023/HĐTD - ĐTPT dated 20 November 2023, with a credit limit of VND 3,330,000,000; loan term of 73 months from the first disbursement date; grace period of 1 month; repayment period of 72 months from the end of the grace period; loan interest rate of 7.9% per annum. Purpose of the loan: "Investment in replacing the old PVC pipeline DN200, 150, 100 with HDPE pipeline DN300, 150, 100 – Tran Hung Dao Street, Pasteur Street, Le Loi Street – Loc Tho Ward, Huong Xuan - Nha Trang City (from Le Thanh Ton Street to Ngo Quyen Street)." The loan is secured by assets formed from the loan.
- Credit Agreement No. 21/2023/HĐTD - ĐTPT dated 20 November 2023, with a credit limit of VND 4,550,000,000; loan term of 65 months from the first disbursement date of 30 November 2023; grace period of 1 month; repayment period of 64 months from the end of the grace period; loan interest rate of 7.9% per annum. Purpose of the loan: "Investment in replacing the old PVC pipeline DN30, 100 with HDPE pipeline DN300, 100 - National Highway 1 (from Dac Loc Industrial Park to Vinh Phuong intersection)." The loan is secured by assets formed from the loan.
- Credit Agreement No. 01/2024/HĐTD - ĐTPT dated 24 January 2024, with a credit limit of VND 4,430,000,000; loan term of 73 months from the first disbursement date; grace period of 1 month; repayment period of 72 months from the end of the grace period; loan interest rate of 7.9% per annum. Purpose of the loan: "Investment in replacing the old PVC pipeline DN300, 150, 100 with HDPE pipeline DN300, 150, 100 – Dien Bien Phu Street (from the intersection with 2/4 Street to the intersection with Phạm Văn Đồng Street)." The loan is secured by assets formed from the loan.
- Credit Agreement No. 02/2024/HĐTD - ĐTPT dated 21 March 2024 with a credit limit of VND 49,000,000,000; loan term of 107 months from the first disbursement date; grace period of 5 months; repayment period of 102 months from the end of the grace period; loan interest rate of 7.9% per annum. Purpose of the loan: "Investment in the construction of a DN400 water supply pipeline on Vo Nguyen Giap Street and To Huu Street (section from the intersection of National Highway 1 bypass to Le Hong Phong Street)." The loan is secured by assets formed from the loan capital.
- Credit Agreement No. 04/2024/HĐTD - ĐTPT dated 26 June 2024 with a credit limit of VND 3,535,000,000; loan term of 73 months from the first disbursement date; grace period of 5 months; repayment period of 72 months from the end of the grace period; loan interest rate of 7.9% per annum. Purpose of the loan: "Investment in HDPE DN300 and DN100 water supply pipelines on Hung Vuong Street and Biet Thu Street (from Le Thanh Ton to Biet Thu to Tran Phu)." The loan is secured by assets formed from the loan capital.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

- Credit Agreement No. 05/2024/HDTĐ - ĐTPT dated 26 June 2024 with a credit limit of VND 4,720,000,000; loan term of 60 months from the first disbursement date; grace period of 5 months; repayment period of 58 months from the end of the grace period; loan interest rate of 7.9% per annum. Purpose of the loan: "Investment in HDPE DN150 and DN100 pipelines replacing old PVC pipelines - Hoang Dieu Street (from Tran Phu to N7 Nguyen Tri Phuong intersection)." The loan is secured by assets formed from the loan capital.
- Credit Agreement No. 06/2024/HDTĐ - ĐTPT dated 26 June 2024 with a credit limit of VND 1,727,000,000; loan term of 54 months from the first disbursement date; grace period of 5 months; repayment period of 53 months from the end of the grace period; loan interest rate of 7.9% per annum. Purpose of the loan: "Investment in DN300, DN200, and DN100 water supply pipelines replacing old PVC DN200, DN150, and DN100 pipelines - Pham Van Dong Street (section from Thien Phuoc Restaurant to Hon Mot Bridge)." The loan is secured by assets formed from the loan capital.
- Credit Agreement No. 20/2024/HDTĐ - ĐTPT dated 06 September 2024 with a credit limit of VND 3,939,000,000; loan term of 53 months from the first disbursement date; grace period of 5 months; repayment period of 52 months from the end of the grace period; loan interest rate of 7.9% per annum. Purpose of the loan: "Investment in DN300, DN150, and DN100 water supply pipelines replacing old PVC pipelines - National Highway 1C (Thong Nhat Street, 23/10 Street, from Cay Xang to Cho Moi Bridge)." The loan is secured by assets formed from the loan capital.
- Credit Agreement No. 22/2024/HĐTD - ĐTPT dated 30 October 2024, with a credit limit of VND 3,112,000,000; loan term of 73 months from the first disbursement date, grace period of 5 months, repayment term of 72 months from the end of the grace period; lending interest rate of 7.9% per annum. Purpose of the loan: "Investment in replacing the old PVC DN200, 100, 50 pipelines with HDPE DN200, 100, 50 pipelines in the Dong Muong Duong De Area (along Ly Thai To Street to Pham Van Dong Street)." The loan is secured by assets formed from the loan capital.
- Credit Agreement No. 23/2024/HĐTD - ĐTPT dated 30 October 2024, with a credit limit of VND 3,031,000,000; loan term of 73 months from the first disbursement date, grace period of 5 months, repayment term of 72 months from the end of the grace period; lending interest rate of 7.9% per annum. Purpose of the loan: "Investment in replacing the old PVC DN300, 150, 100 pipelines with HDPE DN300, 150, 100 pipelines on Tran Hung Dao Street, Pasteur Street, Le Loi Street - Loc Tho Ward, Huong Xuan - Nha Trang City (from Le Thanh Ton Street to Ngo Quyen Street)." The loan is secured by assets formed from the loan capital.
- Credit Agreement No. 24/2024/HĐTD - ĐTPT dated 30 October 2024, with a credit limit of VND 2,335,000,000; loan term of 73 months from the first disbursement date, grace period of 1 month, repayment term of 72 months from the end of the grace period; lending interest rate of 7.9% per annum. Purpose of the loan: "Investment in replacing the old PVC pipelines with HDPE DN300, 150, 100 pipelines on Vo Thi Sau Street - Vinh Truong Ward - Nha Trang City (from Vinh Truong booster pump station to Vong Nui Chut Street)." The loan is secured by assets formed from the loan capital.
- Credit Agreement No. 01/2025/HĐTD - ĐTPT dated 07 February 2025, with a credit limit of VND 1,120,000,000; loan term of 61 months from the first disbursement date, grace period of 1 month, repayment term of 72 months from the end of the grace period; lending interest rate of 7.9% per annum. Purpose of the loan: "Investment in replacing the old PVC pipelines with HDPE DN100, 50 pipelines - A-T Residential Area - Vinh Hai Ward - Nha Trang City (Nguyen Quyen, Su Van Hanh, Luong Ngoc Quyen, Thai Phien, Ngo Gia Kham streets)." The loan is secured by assets formed from the loan capital.
- Credit Agreement No. 02/2025/HĐTD - ĐTPT dated 07 February 2025, with a credit limit of VND 1,120,000,000; loan term of 61 months from the first disbursement date, grace period of 1 month, repayment term of 72 months from the end of the grace period; lending interest rate of 7.9% per annum. Purpose of the loan: "Investment in replacing the old PVC DN150, 100, 50 pipelines with HDPE DN150, 100, 50 pipelines on Luong Dinh Cua Street (from Ben Ma Bridge to Phu Kieng Wood Bridge)." The loan is secured by assets formed from the loan capital.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

- Credit Agreement No. 03/2025/HĐTD – ĐTPT dated 09 April 2025, with a credit limit of VND 2,470,000,000; loan term of 61 months from the first disbursement date, grace period of 1 month, repayment term of 60 months from the end of the grace period; lending interest rate of 7.9% per annum. Purpose of the loan: "Investment in replacing the old PVC DN150, 100, 50 pipelines with HDPE DN150, 100, 50 pipelines on Xuan Lac Street – Vinh Ngoc Commune – Nha Trang City." The loan is secured by assets formed from the loan capital.
 - Credit Agreement No. 04/2025/HĐTD – ĐTPT dated 09 April 2025, with a credit limit of VND 2,020,000,000; loan term of 61 months from the first disbursement date, grace period of 1 month, repayment term of 60 months from the end of the grace period; lending interest rate of 7.9% per annum. Purpose of the loan: "Investment in replacing the old PVC DN150, 100, 50 pipelines with HDPE DN150, 100, 50 pipelines – Dong Muong Area – Duong De – Vinh Hoa Ward – Nha Trang City (from Nguyen Bac Street to Nguyen Du Street)." The loan is secured by assets formed from the loan capital.
 - Credit Agreement No. 05/2025/HĐTD – ĐTPT dated 09 April 2025, with a credit limit of VND 2,300,000,000; loan term of 61 months from the first disbursement date, grace period of 1 month, repayment term of 60 months from the end of the grace period; lending interest rate of 7.9% per annum. Purpose of the loan: "Investment in replacing the old PVC pipelines with HDPE DN150, 100, 50 pipelines – Tay Muong Residential Area – Duong De – Vinh Hoa Ward – Nha Trang City (from Ly Thai To Street to Trieu Quang Phuc Street and from Nguyen An Street to Tran Khat Chan Street)." The loan is secured by assets formed from the loan capital.
 - Credit Agreement No. 06/2025/HĐTD – ĐTPT dated 15 April 2025, with a credit limit of VND 1,480,000,000; loan term of 60 months from the first disbursement date, grace period of 1 month, repayment term of 59 months from the end of the grace period; lending interest rate of 7.9% per annum. Purpose of the loan: "Investment in replacing the old PVC DN300, 150, 100 pipelines with HDPE DN300, 250, 150, 100 pipelines on Tran Phu Street – Loc Tho Ward – Nha Trang City – Km18+460P to Km19+351P (from Nguyen Thi Minh Khai Street to Alley 86 Tran Phu)." The loan is secured by assets formed from the loan capital.
 - Credit Agreement No. 14/2025/HĐTD – ĐTPT dated 02 June 2025, with a credit limit of VND 2,600,000,000; loan term of 42 months from the first disbursement date, grace period of 2 months, repayment term of 40 months from the end of the grace period; lending interest rate of 7.9% per annum. Purpose of the loan: "Investment in replacing the old PVC DN300, 50 pipelines with HDPE DN300, 50 pipelines on Nguyen Luong Bang Street – Vinh Phuong Commune – Nha Trang City (from Vinh Phuong Bridge to upstream intersection with National Highway 1)." The loan is secured by assets formed from the loan capital.
- (2) Long-term loan from the Khanh Hoa Provincial Budget with a total amount of VND 73,167,899,183, for the investment in the project "Expansion and Capacity Upgrade of the Vo Canh Water Plant", with an interest rate of 0% per annum. The repayment period is 12 years from the date the project is completed, accepted, and put into operation. There is no asset secured for this loan.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

4.19. Owners' equity

4.19.1. Changes in owners' equity

	Owners' contributed capital	Capital surplus VND	Investment and development fund	Retained earnings VND	Total VND
As at 01 Jan. 2024	285,999,960,000	852,875,935	4,284,842,050	61,465,701,491	352,603,379,476
Previous period's profits	-	-	-	39,476,525,768	39,476,525,768
Distribution to investment and development fund	-	-	18,434,906,443	(18,434,906,443)	-
Distribution to bonus and welfare fund	-	-	-	(7,624,000,000)	(7,624,000,000)
As at 30 Jun. 2024	285,999,960,000	852,875,935	22,719,748,493	74,883,320,816	384,455,905,244
Profit in the last 6 months of the previous year	-	-	-	47,766,276,544	47,766,276,544
Dividend distribution	-	-	-	(35,406,795,048)	(35,406,795,048)
As at 01 Jan. 2025	285,999,960,000	852,875,935	22,719,748,493	87,242,802,312	396,815,386,740
Current period's profits	-	-	-	38,436,202,149	38,436,202,149
Distribution to investment and development fund (*)	-	-	26,150,000,000	(26,150,000,000)	-
Distribution to bonus and welfare fund (*)	-	-	-	(12,472,809,112)	(12,472,809,112)
As at 30 Jun. 2025	285,999,960,000	852,875,935	48,869,748,493	87,056,195,349	422,778,779,777

(*) The Company distributes the after-tax profit for the year 2024 in accordance with Resolution No. 02/NQ-DHĐCĐ of the 2025 Annual General Meeting of Shareholders, dated 18 April 2025.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

4.19.2. Details of owners' equity

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Khanh Hoa Provincial People's Committee	145,860,000,000	145,860,000,000
Ree Water Company Limited	125,505,600,000	125,505,600,000
Others	14,634,360,000	14,634,360,000
Total	285,999,960,000	285,999,960,000

4.19.3. Capital transactions with owners

	Current period VND	Previous period VND
Beginning balance	285,999,960,000	285,999,960,000
Capital contribution in the year	-	-
Capital redemption in the year	-	-
Ending balance	285,999,960,000	285,999,960,000

4.19.4. Shares

	As at 30 Jun. 2025	As at 01 Jan. 2025
Number of shares registered for issue	28,599,996	28,599,996
Number of shares sold to public	28,599,996	28,599,996
- Ordinary shares	28,599,996	28,599,996
- Preference shares (Classified as owners' equity)	-	-
Number of shares repurchased (Treasury shares)	-	-
- Ordinary shares	-	-
- Preference shares (Classified as owners' equity)	-	-
Number of shares outstanding	28,599,996	28,599,996
- Ordinary shares	28,599,996	28,599,996
- Preference shares (Classified as owners' equity)	-	-

Par value per outstanding share: VND 10,000 per share

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

4.19.5. Basic earnings per share

	Current period VND	Previous period VND
Profit after tax attributable to ordinary share holders	38,436,202,149	39,476,525,768
Adjusted for distribution to bonus and welfare fund	-	5,643,825,706
Earnings for the purpose of calculating basic earnings per share	38,436,202,149	33,832,700,062
Weighted average number of ordinary shares	28,599,996	28,599,996
Basic earnings per share	1,344	1,183

4.19.6. Diluted earnings per share

	Current period VND	Previous period VND
Profit after tax attributable to ordinary share holders	38,436,202,149	39,476,525,768
Adjusted for distribution to bonus and welfare fund	-	5,643,825,706
Earnings for the purpose of calculating diluted earnings per share	38,436,202,149	33,832,700,062
Weighted average number of ordinary shares outstanding during the period	28,599,996	28,599,996
Adjusted for dilutive potential ordinary shares outstanding during the period	-	-
Number of ordinary shares for the purpose of calculating diluted earnings per share	28,599,996	28,599,996
Diluted earnings per share	1,344	1,183

The profit after tax used for calculating basic earnings per share and diluted earnings per share for the previous period has been adjusted to reflect the actual allocation to the bonus and welfare fund for the first six months of 2024, based on the profit after tax criteria.

The profit after tax used for calculating basic earnings per share and diluted earnings per share for the current period represents the entire profit after tax, as the Company has not yet established a plan for appropriating the bonus and welfare fund for the current year. These indicators for current period may be subject to change when the Company makes a decision regarding fund appropriation in the future.

4.19.7. Dividends

According to Resolution No. 02/NQ-ĐHĐCĐ dated 18 April 2025, of the General Meeting of Shareholders and Resolution No. 47/NQ-HĐQT dated 16 July 2025, of the Board of Directors, the Company has approved the 2024 dividend distribution plan with a payout ratio of 17% of charter capital. The record date is 05 August 2025 and the payment date is 29 August 2025.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

4.19.8. Corporate funds

	Investment and development fund VND
As at 01 Jan. 2025	22,719,748,493
Additions	26,150,000,000
Utilisations	-
As at 30 Jun. 2025	48,869,748,493

5. ADDITIONAL INFORMATION FOR ITEMS SHOWN IN THE INTERIM INCOME STATEMENT

5.1. Revenue from selling goods and rendering services

	Current period VND	Previous period VND
Revenue from clean water production and supply activities	215,254,266,792	202,539,686,100
Revenue from construction activities	3,743,101,015	4,406,508,468
Revenue from surveying and design activities	297,952,288	111,020,625
Revenue from environmental protection fees	52,622,381	50,198,316
Total	219,347,942,476	207,107,413,509

5.2. Cost of sales

	Current period VND	Previous period VND
Cost of clean water production and supply activities	166,115,045,643	152,740,600,960
Cost of construction activities	3,463,799,440	4,207,738,395
Cost of surveying and design activities	268,175,000	41,779,765
Cost of environmental protection fees	52,621,500	50,198,520
Total	169,899,641,583	157,040,317,640

5.3. Finance income

	Current period VND	Previous period VND
Deposit interest	2,246,846,848	1,552,228,457
Total	2,246,846,848	1,552,228,457

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

5.4. Finance expense

	Current period VND	Previous period VND
Loan interest	3,002,665,269	2,319,209,059
Total	3,002,665,269	2,319,209,059

5.5. Selling expense

	Current period VND	Previous period VND
Service expense	302,000,000	300,000,000
Total	302,000,000	300,000,000

5.6. General and administrative expense

	Current period VND	Previous period VND
Employee expense	2,683,377,900	2,076,249,695
Materials expense	402,845,514	401,000,665
Depreciation and amortisation expense	105,821,781	77,969,586
Service expense	1,423,009,752	845,498,364
Other expenses	1,620,669,655	1,436,895,651
Total	6,235,724,602	4,837,613,961

5.7. Other income

	Current period VND	Previous period VND
Gains from wastewater drainage fees and environmental protection fees	2,281,556,950	2,270,485,546
Others	740,000,076	442,331,630
Total	3,021,557,026	2,712,817,176

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

5.8. Other expense

	Current period VND	Previous period VND
Costs for supporting the collection of environmental protection fees	2,278,193,500	2,270,596,000
Others	23,256,956	138,298,718
Total	2,301,450,456	2,408,894,718

5.9. Production and business costs by element

	Current period VND	Previous period VND
Material expense	36,250,553,198	35,858,836,147
Employee expense	42,153,375,887	52,360,209,350
Depreciation expense	44,038,183,057	38,113,822,072
Service expense	48,890,029,664	33,106,476,378
Other expenses	5,398,778,452	3,298,439,247
Total	176,730,920,258	162,737,783,194

5.10. Current corporate income tax expense

	Current period VND	Previous period VND
Accounting profits before tax	42,874,401,477	44,459,806,801
Adjustments of taxable income	131,600,752	286,398,718
Add: Increasing adjustments	131,600,752	286,398,718
- <i>Non-deductible expenses</i>	131,600,752	286,398,718
Less: Decreasing adjustments	-	-
Total taxable income	43,006,002,229	44,746,205,519
- <i>Income from activities taxed at 20%</i>	1,375,991,048	1,049,598,887
- <i>Income from activities taxed at 10%</i>	41,630,011,181	43,696,606,632
Current CIT rate	4,438,199,328	4,579,580,440
- <i>Income from activities taxed at 20%</i>	275,198,210	209,919,777
- <i>Income from activities taxed at 10%</i>	4,163,001,118	4,369,660,663
Current corporate income tax expense	4,438,199,328	4,983,281,033
<i>In which:</i>		
- <i>Current corporate income tax expense</i>	4,438,199,328	4,579,580,440
- <i>Adjusted to the current corporate income tax expense of the previous year</i>	-	403,700,593

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

6. ADDITIONAL INFORMATION FOR ITEMS SHOWN IN THE INTERIM CASH FLOW STATEMENT

6.1. Cash receipts from loans in the year

	Current period VND	Previous period VND
Cash receipts from loans under normal contracts	13,222,000,000	27,224,000,000
Total	13,222,000,000	27,224,000,000

6.2. Cash repayments of principal amounts borrowed

	Current period VND	Previous period VND
Cash repayment of principal amounts under normal contracts	15,496,000,000	17,301,080,978
Total	15,496,000,000	17,301,080,978

7. SEGMENT REPORTING

For management purposes, the Company is organised on a nation - wide basis into the following geographical business locations:

- Clean water production and supply;
- Construction activities;
- Surveying and design activities;
- Others.

For the six-month period ended 30 June 2025

KHANH HOA WATER SUPPLY AND SEWERAGE JOINT STOCK COMPANY

Address: 58 Yersin, Tay Nha Trang Ward, Khanh Hoa Province, Vietnam

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

	Clean water production and supply		Construction activities		Surveying and design activities		Others		Total	
	Current period VND	Previous period VND	Current period VND	Previous period VND	Current period VND	Previous period VND	Current period VND	Previous period VND	Current period VND	Previous period VND
Net revenue										
From customers	215,253,803,829	202,533,069,137	3,743,101,015	4,406,508,468	297,952,288	111,020,625	52,622,381	50,198,316	219,347,479,513	207,100,796,546
Total	215,253,803,829	202,533,069,137	3,743,101,015	4,406,508,468	297,952,288	111,020,625	52,622,381	50,198,316	219,347,479,513	207,100,796,546
Operating expenses										
Cost of sales	166,115,045,643	152,740,600,960	3,463,799,440	4,207,738,395	268,175,000	41,779,765	52,621,500	50,198,520	169,899,641,583	157,040,317,640
Selling expense	296,363,783	293,383,327	5,153,542	6,383,136	410,224	160,821	72,451	72,716	302,000,000	300,000,000
General and administration expense	6,119,347,454	4,730,917,597	106,410,829	102,930,492	8,470,343	2,593,302	1,495,977	1,172,569	6,235,724,602	4,837,613,961
Total	172,530,756,879	157,764,901,885	3,575,363,811	4,317,052,023	277,055,567	44,533,888	54,189,928	51,443,805	176,437,366,185	162,177,931,601
Operating profit	42,723,046,950	44,768,167,252	167,737,204	89,456,445	20,896,721	66,486,737	(1,567,547)	(1,245,489)	42,910,113,328	44,922,864,945
Financial income									2,246,846,848	1,552,228,457
Financial expense									3,002,665,269	2,319,209,059
Net other income/(loss)									720,106,570	303,922,458
Accounting profit/(loss) before taxation									42,874,401,477	44,459,806,801
Current corporate income tax expense									4,438,199,328	4,983,281,033
Deferred corporate income tax expense									-	-
Net profit/(loss) after taxation									38,436,202,149	39,476,525,768

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

8. RELATED PARTIES

List of related parties

Relationship

- | | |
|---|-----------------------------------|
| 1. Khanh Hoa Provincial People's Committee | Significant influence shareholder |
| 2. REE Water Company Limited | Significant influence shareholder |
| 3. Suoi Dau Water Supply and Sewerage Construction Investment Joint Stock Company | Associate |
| 4. Board of Directors and Management | Key management personnel |

At the end of the reporting year, the balances with related parties are as follows:

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Current trade payables		
Suoi Dau Water Supply and Sewerage Construction Investment Joint Stock Company	5,181,592,500	4,902,345,000
Total - Refer to 4.12	5,181,592,500	4,902,345,000

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Other payables		
Khanh Hoa Provincial People's Committee	11,591,266,308	11,591,266,308
Total - Refer to 4.17	11,591,266,308	11,591,266,308

During the reporting period, the Company has had related party transactions as follows:

	Current period VND	Previous period VND
Suoi Dau Water Supply and Sewerage Construction Investment Joint Stock Company		
Purchase of goods and services	28,574,850,000	26,855,040,000
Others	41,000,000	-

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

Remunerations of the Board of Directors and Supervisory Committee:

Full name	Title	Current period VND	Previous period VND
Mr. Vu Van Binh	Chairman of the Board of Directors	43,800,000	43,800,000
Mr. Nguyen Van Dam	Member of the Board of Directors	40,800,000	40,800,000
Mr. Nguyen Van Quan	Member of the Board of Directors	40,800,000	40,800,000
Mr. Truong Khac Hoanh (REE)	Member of the Board of Directors	40,800,000	40,800,000
Mr. Nguyen Anh Tuan (REE)	Member of the Board of Directors	40,800,000	40,800,000
Mr. Hoang Long	Head of the Supervisory Committee	33,000,000	33,000,000
Ms. Nguyen Thi Thuy Ninh	Member of the Supervisory Committee	30,000,000	30,000,000
Mr. Quach Vinh Binh (REE)	Member of the Supervisory Committee	30,000,000	30,000,000

Salaries, bonuses and other incomes of Management, Board of Directors, Supervisory Committee and other key personels:

Full name	Title	Current period VND	Previous period VND
Mr. Vu Van Binh	Chairman of the Board of Directors cum Deputy General Director	502,676,500	610,810,000
Mr. Nguyen Van Dam	Member of the Board of Directors cum General Director	682,509,000	785,551,000
Mr. Nguyen Hong Son	Deputy General Director	500,430,000	563,853,000
Ms. Vo Thi Khanh Hoa	Deputy General Director	504,087,000	553,899,000
Mr. Nguyen Van Quan	Member of the Board of Directors	494,064,000	586,046,000
Mr. Truong Khac Hoanh (REE)	Member of the Board of Directors	-	-
Mr. Nguyen Anh Tuan (REE)	Member of the Board of Directors	-	-
Mr. Hoang Long	Head of the Supervisory Committee	339,290,000	435,371,000
Ms. Nguyen Thi Thuy Ninh	Member of the Supervisory Committee	197,887,000	249,811,000
Mr. Quach Vinh Binh (REE)	Member of the Supervisory Committee	-	-

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

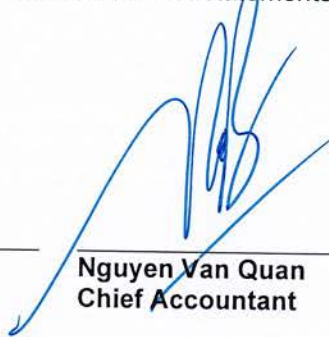
9. EVENTS AFTER THE END OF THE REPORTING PERIOD

On 16 July 2025, the Company's Board of Directors issued Resolution No. 47/NQ-HĐQT approving the cash dividend payment at a rate of 17% of charter capital, with the record date being 05 August 2025 and the payment date commencing from 29 August 2025.

Except for the aforementioned event, there were no significant events arising after the end of the reporting period to the date of the interim financial statements.



Nguyen Van Dam
General Director
Khanh Hoa Province, 29 July 2025



Nguyen Van Quan
Chief Accountant



Tran Thi thu Ha
Preparer



